

GENERAL FUND BUDGET

APPENDIX

FUND BALANCE CHANGES

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
2002-2012 (INCLUDING PROJECTIONS FROM THREE YEAR COMPARATIVES)  
MODIFIED ACCRUAL BASIS OF ACCOUNTING

Revenues:	1999	2000	2001	2002	2003	2004	2005	2006
Property taxes	153,309,614	154,143,728	\$157,275,059	\$176,476,368	\$187,291,950	\$181,841,069	203,587,418	218,013,347
Intergovernmental	178,117,051	183,448,009	188,865,814	196,369,721	188,898,539	196,893,775	194,766,364	197,410,257
Fees, permits and licenses	12,005,861	12,030,977	10,904,938	11,464,973	12,648,745	16,598,258	19,037,466	20,727,139
Interest	5,122,676	5,243,022	5,476,875	2,507,860	1,810,663	419,034	1,187,896	1,551,477
Other	3,838,618	3,502,382	5,305,894	6,681,886	4,322,784	28,263,242	17,605,472	16,392,385
<b>Total revenues</b>	<b>352,393,820</b>	<b>358,368,118</b>	<b>367,828,580</b>	<b>393,500,808</b>	<b>394,972,681</b>	<b>424,015,378</b>	<b>436,184,616</b>	<b>454,094,605</b>
Expenditures:								
Governmental and community services:								
General government	95,387,728	99,860,361	79,994,831	93,211,125	87,917,324	99,425,762	102,305,141	108,474,550
Protection of person and property	57,340,176	59,421,508	62,190,590	61,494,439	61,706,357	62,224,435	63,846,820	63,669,135
Excess Pension Contribution			343,523,865					
Conservation of health	4,812,132	5,193,694	5,225,526	5,592,036	4,781,892	11,331,239	11,453,474	11,213,885
Public facilities	20,323,215	19,431,610	18,251,266	16,580,433	15,821,862	23,096,673	24,662,002	24,471,281
Charities and hospitals	221,450	173,757	223,479	221,764	14,880	53,021	70,462	90,833
Education	145,080,158							
Parks and recreation	4,827,311	4,774,541	4,452,648	5,730,908	5,576,989	5,044,139	5,655,220	5,818,319
Special services	1,313,514	1,419,656	1,785,617	1,865,899	1,644,807	1,644,502	1,621,781	1,581,508
Debt service:								
Principal retirements	12,547,008	14,451,588	14,791,880	18,687,839	20,128,428	20,480,572	22,931,017	25,044,218
Interest and other charges	12,283,969	12,129,515	33,670,501	44,717,250	41,624,974	40,619,125	42,738,037	43,428,693
Capital outlay	244,356	122,682	434,101	314,471				1,593,752
<b>Total expenditures</b>	<b>354,381,017</b>	<b>216,978,912</b>	<b>564,544,304</b>	<b>248,416,164</b>	<b>239,217,513</b>	<b>263,919,468</b>	<b>275,283,954</b>	<b>285,386,174</b>
<b>Excess of revenues over (under) expenditures</b>	<b>\$ (1,987,197)</b>	<b>\$ 141,389,206</b>	<b>\$ (196,715,724)</b>	<b>\$ 145,084,644</b>	<b>\$ 155,755,168</b>	<b>\$ 160,095,910</b>	<b>\$ 160,900,662</b>	<b>\$ 168,708,431</b>
<b>Other financing sources (uses):</b>								
Transfers in	\$ 3,000,000	\$ 3,940,642	\$ 359,796,323	\$ 5,808,228	\$ 5,222,585	\$ 6,750,435	\$ 7,214,276	\$ 500,000
Board of Education Transfers Out		\$ (145,314,738)	\$ (162,990,118)	\$ (162,216,090)	\$ (164,183,321)	\$ (169,064,179)	\$ (172,602,830)	\$ (174,831,870)
Fund Balance Contribution								
Capital Lease				\$ 314,471				
Premiums on Bond Insurance				\$ 4,993,619		\$ 2,149,164	\$ 6,495,732	\$ (57,919)
Bonds issued				\$ 75,415,000		\$ 27,985,000	\$ 58,580,000	\$ 36,525,000
Debt Issue Costs						\$ (549,081)		
Payment to refunding escrow agent				\$ (79,331,679)		\$ (29,585,083)	\$ (64,019,065)	\$ (34,330,000)
<b>Total other financing sources (uses)</b>	<b>\$ 3,000,000</b>	<b>\$ (141,374,096)</b>	<b>\$ 196,806,205</b>	<b>\$ (155,016,451)</b>	<b>\$ (158,960,736)</b>	<b>\$ (162,313,744)</b>	<b>\$ (164,331,887)</b>	<b>\$ (172,194,789)</b>
<b>Net Changes in Fund Balance</b>	<b>\$ 1,012,803</b>	<b>\$ 15,110</b>	<b>\$ 90,481</b>	<b>\$ (9,931,807)</b>	<b>\$ (3,205,568)</b>	<b>\$ (2,217,834)</b>	<b>\$ (3,431,225)</b>	<b>\$ (3,486,358)</b>
<b>Fund balance at close of fiscal year</b>	<b>50,981,809</b>	<b>50,996,919</b>	<b>51,087,400</b>	<b>41,155,593</b>	<b>37,950,025</b>	<b>35,732,191</b>	<b>32,300,885</b>	<b>28,814,527</b>
<b>Fund Balance as a % of operating expendit</b>	<b>14.47%</b>	<b>14.23%</b>	<b>13.89%</b>	<b>10.46%</b>	<b>9.61%</b>	<b>8.43%</b>	<b>7.41%</b>	<b>6.35%</b>

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<i>Revenues:</i>	2007	2008	2009	2010	2011	2012
Property taxes	228,593,633	\$227,028,207	248,743,175	261,497,144	269,750,627	284,644,084
Intergovernmental	203,556,550	209,554,648	214,369,477	177,388,157	175,681,741	175,287,414
Fees, permits and licenses	20,844,855	19,942,980	16,100,329	15,801,567	15,109,491	15,221,550
Interest	2,027,212	1,213,956	449,655	700,000	725,000	735,875
Other	6,379,669	6,586,425	4,677,782	7,460,601	8,104,456	8,005,748
<b>Total revenues</b>	<b>461,401,919</b>	<b>464,326,216</b>	<b>484,340,418</b>	<b>462,847,469</b>	<b>469,371,315</b>	<b>483,894,671</b>
<i>Expenditures:</i>						
Governmental and community services:						
General government	77,901,652	76,931,974	83,218,604	59,109,516	61,392,933	63,109,049
Protection of person and property	63,938,653	72,907,644	65,494,093	133,132,757	139,596,920	146,566,566
Excess Pension Contribution						
Conservation of health	11,366,545	12,390,665	8,023,104	3,784,428	4,107,572	4,189,723
Public facilities	26,303,916	27,997,221	26,706,098	41,500,747	42,585,557	44,288,979
Charities and hospitals	174,432	184,968	123,835			
Education				222,249,568	203,734,113	206,634,606
Parks and recreation	5,969,788	5,675,667	5,368,932			
Special services	1,661,831	1,897,346	1,834,435	440,957	(1,483,222)	(1,303,566)
Debt service:				-	19,437,442	20,409,314
Principal retirements	22,910,000	26,232,000	30,961,925	1,379,624		
Interest and other charges	39,494,106	41,521,922	41,594,667	1,008,744		
Capital outlay						
<b>Total expenditures</b>	<b>249,720,923</b>	<b>265,739,407</b>	<b>263,325,693</b>	<b>462,606,341</b>	<b>469,371,315</b>	<b>483,894,671</b>
<b>Excess of revenues over (under) expenditures</b>	\$ 211,680,996	\$ 198,586,809	\$ 221,014,725	\$ 241,128		
<b>Other financing sources (uses):</b>						
Transfers in	\$ 500,000	\$ 1,000,000	\$ 2,000,000			
Board of Education Tranfers Out	\$ (211,764,417)	\$ (218,222,813)	\$ (222,867,074)			
Fund Balance Contribution						2,654,694
Capital Lease						
Premiums on Bond Insurance						
Bonds issued						
Debt Issue Costs						
Payment to refunding escrow agent						
<b>Total other financing sources (uses)</b>	\$ (211,264,417)	\$ (217,222,813)	\$ (220,867,074)	\$ -	\$ -	\$ 2,654,694
<b>Net Changes in Fund Balance</b>	\$ 426,579	\$ (18,636,004)	\$ 147,651	\$ 241,128	\$	\$ 2,654,694
<b>Fund balance at close of fiscal year</b>	<b>29,241,106</b>	<b>10,605,102</b>	<b>10,752,753</b>	<b>10,993,881</b>	<b>10,993,881</b>	<b>13,648,575</b>
<b>Fund Balance as a % of operating expendit</b>	<b>6.34%</b>	<b>2.28%</b>	<b>2.22%</b>	<b>2.38%</b>	<b>2.34%</b>	<b>2.82%</b>

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#### PROJECTED FUND BALANCE 2010-2016

	Projected Budget	Fund Balance Goal	Current Fund Balance	Target According to Fund Balance Policy	10% rebuilding contribution (Budget Contribution)
2010	\$489,486,497	\$39,158,920	\$10,993,881	\$28,165,039	
2011	\$469,371,215	\$37,549,697	\$10,993,881	\$26,555,816	\$2,655,582
2012	\$483,894,671	\$38,711,574	\$13,649,463	\$25,062,111	\$2,506,211
2013	\$488,733,618	\$39,098,689	\$16,155,674	\$22,943,016	\$2,294,302
2014	\$493,620,954	\$39,489,676	\$18,449,975	\$21,039,701	\$2,103,970
2015	\$498,557,163	\$39,884,573	\$20,553,945	\$19,330,628	\$1,933,063
2016	\$503,542,735	\$40,283,419	\$22,487,008	\$17,796,411	\$1,779,641

### CITY OF BRIDGEPORT UNDESIGNATED FUND BALANCE POLICY

#### PURPOSE

To maintain a balance of funds within the total unreserved, undesignated fund balance to be available for unforeseen contingencies.

*Definition: Unreserved, undesignated fund balance is the remaining balance available following the reduction for “resources not available for spending” or “legal restrictions” (reservation) and “management’s intended future use of resources” (designation).*

#### POLICY

The sum of all components identified for the undesignated fund balance level will be set at no less than 8.00% of annual operating expenditures and other financing uses (transfers out) of the prior audited fiscal year with the annual approval by the City Council. In the event that the undesignated fund balance exceeds 12.00%, the amount exceeding this percentage may be available for appropriation at the discretion of the Mayor with the approval of City Council.

#### REPLENISHMENT OF SHORTFALL

The undesignated fund balance of the General Fund may fall below the approved minimum level due to fluctuations between planned and actual revenues and expenditures, other financial emergencies or catastrophic events of an unforeseen nature. When an audited shortfall is reported in the Comprehensive Annual Financial Report (CAFR), it must be rebuilt during the following ensuing fiscal years. This will be achieved by adding an annual appropriation, during the budgeting process of a minimum of 10% of the difference between the fund balance policy level and the undesignated fund balance presented in the latest audited statements.

When dealing with the unanticipated sale of municipal assets, no less than 50% of the “gain on sale of city asset” must be deposited toward the undesignated fund balance until the 12.00% goal has been achieved.

The maintenance of undesignated levels is not to be construed as surpluses or over-taxation by the City. Rather, it is an element of sound fiscal management required for sustaining a high credit rating and financial management flexibility.

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